

Local Council

Quarterly Financial Report

for the Period

1st January till End of March 2024 (Quarter 1)



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Overview and Summary

In the following pages, the Nadur Local Council is presenting the quarterly financial report for period January till March 2024, which depicts the financial status of the Local Council for this period. It is important to understand that the quarterly report was presented on the accruals principle. Such principle is highly prominent when considering expenses. This is so since when applying such principle not only the expenditure which was paid during the period is taken into consideration, but also those expenses which have been incurred by the Council during the period but were still due as at the end of this said period. In this way, income is matched with the corresponding expenditure, resulting in a more reliable and wholesome picture of the financial situation being considered.

As can be seen from the Statement of Income and Expenditure, the Local Council ended the first quarter of 2024 with a deficit of Euro 15,089. During this quarter, the Local Council undertook one of its main activities which relate the Nadur Carnival. The Local Council during this quarter also organized several events in relation to Easter 2024. When comparing budgeted figures to actual figures, it is important to note that income is 7% over the budgeted income figure whereas expenditure is 17% over the budgeted expenditure. Even though both income and expenditure are over the budgeted figures, the discrepancy in expenditure counteracts the discrepancy in income. Such discrepancy in expenditure arose mainly due to the fact that the Nadur Carnival, even though aided through alternative financing, is mainly financed by the Local Council.

In addition, it is important to point out that for the past years the Nadur Local Council had a deficit financial situation arising from projects which were carried out way back in 2014 and which were still unsettled and thus showing as liabilities in the financial records of the Council. It has always been a priority for this administration to tackle such debts and achieve a positive FSI. In fact, in the last few years the Local Council has always tried to reduce unnecessary expenditure and to always obtain funding prior to conducting any type of capital expenditure. As can be shown in this quarter, the Nadur Local Council through its persistence and cautious approach towards its financial situation has managed to repay almost all of its deficit and has slowly transferred a negative financial situation into a sustainable one. During this quarter, in spite of all the activities undertaken, the Nadur Local Council has managed to achieve a negative FSI of -3%.

Mayor

Executive Secretary

Statement of Income and Expenditure
1st January till End of March 2024 (Quarter 1)

DESCRIPTION	Actual for the Period €	Annual Budget 2024 €	Virements for the Period €	Revised Annual Budget 2024 €
Income				
Funds received from Central Government (1)	174,651	649,397	-	649,397
Income raised from Bye-Laws (2)	8,532	29,757	-	29,757
Income raised from LES (3)	551	2,705	-	2,705
Investment Income (4)	10	50	-	50
Other Income (5)	1,270	4,733	-	4,733
TOTAL	185,014	686,642	-	686,642
Expenditure				
Personal Emoluments (6)	41,822	163,980	-	163,980
Operations and Maintenance (7)	116,705	366,484	-	366,484
Administration (8)	31,346	103,747	-	103,747
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	10,230	45,823	-	45,823
TOTAL	200,103	680,034	-	680,034
Surplus / Deficit	(15,089)	6,608	-	6,608

Statement of Financial Position as at end of March 2024 (Quarter 1)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2024	the Period	2024
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	349,605	359,856		359,856
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	275,227	33,311	-	33,311
Cash and Cash Equivalents (13)	529,874	122,490	-	122,490
Total Current Assets	805,101	155,801	-	155,801
Current Liabilities				
Payables (14)	820,707	159,963	-	159,963
Total Current Liabilities	820,707	159,963	-	159,963
Net Current Assets	(15,606)	(4,162)	-	(4,162)
Non-current liabilities (15)	-	-	-	-
Net Assets	333,999	355,694	-	355,694
Reserves				
Retained Funds	333,999	355,695		355,695

Financial Situation Indicator

DESCRIPTION				
Current Assets	805,101	155,801	-	155,801
Current Liabilities	820,707	159,963	-	159,963
Working Capital	(15,606)	(4,162)	-	(4,162)
Government Allocation	594,877	594,877	-	594,877
FSI	(3) %	(1) %		(1) %

Cash flow Statement

DESCRIPTION

	Actual for the Period	Annual Budget 2024	Virements for the Period	Revised Annual Budget 2024
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	(15,089)	6,608	-	6,608
Adjustments for:				
Depreciation	10,230	45,823	-	45,823
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	(10)	(50)	-	(50)
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Trasfer of Grants to Profit & Loss	-	-	-	-
Increase / (Decrease) in payables	(30,013)	(181,303)	-	(181,303)
Increase / (Decrease) in accruals	(6,834)	(495,692)	-	(495,692)
Decrease / (Increase) in receivables	596	202,947	-	202,947
Decrease / (Increase) in inventories	-	-	-	-
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	(41,120)	(421,667)	-	(421,667)
Interest paid	-	-	-	-
<i>Net cash from operating activities</i>	(41,120)	(421,667)	-	(421,667)
Cash flows from investing activities				
Purchase of property, plant & equipment	(2,672)	(637,461)	-	(637,461)
Proceeds from sale of property, plant & equipment	-	607,912	-	607,912
Grants received	-	-	-	-
Interest received	10	50	-	50
<i>Net cash used in investing activities</i>	(2,662)	(29,499)	-	(29,499)
Cash flows from financing activities				
Proceeds from long-term borrowings	-	-	-	-
Interest Paid	-	-	-	-
Bank Loan Repayments	-	-	-	-
<i>Net cash from financing activities</i>	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	(43,782)	(451,166)	-	(451,166)
Cash & cash equivalents at beginning of year	573,656	573,656	-	573,656
Cash & cash equivalents at end of Quarter	529,874	122,490	-	122,490

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2024	the Period	2024
	€	€	€	€
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	148,719	594,877		594,877
0002-0004 In terms of section 58 CAP 363	-	2,815		2,815
0005-0019 Other income	25,932	51,705		51,705
	174,651	649,397	-	649,397
2 Income raised from Bye-Laws				
0021-0025 Community Services	-	-		-
0026-0035 Income from Permits	8,532	29,757		29,757
	8,532	29,757	-	29,757
3 Local Enforcement Income				
0037 Commission from Regional Committees	-	-		-
0038-0055 Contraventions	551	2,705		2,705
	551	2,705	-	2,705
4 Investment Income				
0091-0095 Bank interest	10	50		50
0096-0099 Income received from Governnet Securities	-	-		-
	10	50	-	50
5				
0056-0065 Sponsorships	-	-		-
0066-0069 Documents & Information	-	-		-
0070-0075 EU funds	-	-		-
0076-0080 Twinning	-	-		-
0081-0089 Insurance Claims	-	-		-
0100-0109 Donations	-	-		-
0110-0119 Contributions	-	-		-
0120-0129 General Income	1,270	4,733		4,733
	1,270	4,733	-	4,733
Total	185,014	686,642	-	686,642

Detailed Expenditure

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2024	the Period	2024
		€	€	€	€
6 i)	Personal Emoluments				
	1100 Mayor's Allowance	6,095	24,330		24,330
	1200 Employees' Salaries & Wages	25,782	107,686		107,686
	1300 Bonuses	4,633	9,066		9,066
	1400 Income Supplements	704	4,015		4,015
	1500 Social Security Contributions	2,079	10,291		10,291
	1600 Allowances	125	500		500
	1700 Overtime	2,404	8,092		8,092
		41,822	163,980	-	163,980
		€	€	€	€
7	Operations and Maintenance				
	2100-2149 Public Utilities	938	17,207		17,207
	2200-2259 Public Materials & Supplies	2,077	11,922		11,922
	2300-2399 Repairs & upkeep	4,939	24,038		24,038
	2400-2449 Rent	2,138	11,941		11,941
	3010 Street Lightning	290	1,518		1,518
	3020 Lease of Equipment	31,042	47,221		47,221
	3030 Insurance	681	2,901		2,901
	3035 Bank Charges	834	1,986		1,986
	3038 Penalties	-	-		-
	3041 Refuse Collection	24,534	81,810		81,810
	3042 Bulky Refuse Collection	3,208	12,702		12,702
	3043 Bins on wheels	-	-		-
	3045 Bring in sites	-	-		-
	3051 Road & Street Cleaning	9,378	18,141		18,141
	3052 Cleaning & Maintenance of Non-Urban Areas	26	3,187		3,187
	3053 Cleaning of Public Conveniences	554	3,279		3,279
	3055 Cleaning of Council Premises	231	1,326		1,326
	3040 Waste Disposal	-	-		-
	3060 Cleaning & Maintenance of Parks & Gardens	1,570	5,780		5,780
	3061 Cleaning & Maintenance of Soft Areas	-	-		-
	3062 Cleaning & Maintenance of Beaches & CA	-	-		-
	3063 Cleaning & Maintenance of Country Non-Urban	-	-		-
	6064 Other Contractual Services	-	909		909
	3070-3090 Consultation Fees	8,539	15,811		15,811
	3100-3139 Contract & Project Management	3,371	14,010		14,010
	3300-3379 Hospitality	22,355	90,773		90,773
	3380-3389 Community	-	-		-
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	-	22		22
	3700-3799 EU Projects	-	-		-
	3800-3899 Twinning	-	-		-
		116,705	366,484	-	366,484
		€	€	€	€
8	Administration				
	2150-2199 Office Utilities	878	3,361		3,361
	2260-2299 Office Materials & Supplies	-	-		-
	2450-2499 Office Rent	-	-		-
	2500-2599 National & International Memberships	1,543	1,709		1,709
	2600-2699 Office Services	1,813	10,310		10,310
	2700-2799 Transport	2,064	11,679		11,679
	2800-2899 Travel	2,488	14,857		14,857
	2900-2999 Information Services	11,075	20,076		20,076
	3050 Office Cleaning	-	-		-
	3410-3199 Professional Services	11,390	40,745		40,745
	3200-3299 Training	-	-		-
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	95	1,010		1,010
		31,346	103,747	-	103,747
		€	€	€	€
9	Finance Costs				
	3036 Interest on Bank Loan	-	-		-
		-	-	-	-
		€	€	€	€

Detailed Statment of Financial Position

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2024	the Period	2024
	€	€	€	€
10 Other Expenditure				
3500-3599 Loss / (Profit) on Disposal of asset		-		-
3695 Increase/(Decrease) in allowance for bad debts		-		-
8000-8099 Depreciation As at end of March 2024	10,230	45,823		45,823
				-
Depreciation	10,230	45,823	-	45,823
Total	200,103	680,034	-	680,034
11 Inventories				
5201-5249 Stationery		-		-
5250-5299 Consumables		-		-
				-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	8,697	6,924		6,924
0210-0219 LES Receivables	-	-		-
0220-0229 Receivables from EU	-	-		-
0250 Prepayments & Accrued income	266,530	26,387		26,387
				-
	275,227	33,311	-	33,311
13 Cash & Equivalent				
5001-5099 Bank & Cash Balances	529,874	122,490		122,490
	529,874	122,490	-	122,490
14 Payables				
4000 Payables	62,221	76,211		76,211
4100 Accruals	531,916	22,684		22,684
4150 Deferred Income	226,570	61,068		61,068
Short-term Borrowings		-		-
				-
	820,707	159,963	-	159,963
15 Non Current Liabilities				
4200 Long Term Borrowing		-		-
				-
	-	-	-	-

16	Total Commitments (Recurrent and Capital)			
	DESCRIPTION	€	€	€
	Recurrent and Capital			
		-	-	-
	Long Term Loans			
		-	-	-
	Others			
		-	-	-

17 Depreciation of Property, Plant and Equipment

Asset	Trees / Assets Under Construction	Office Furniture / Fittings	Office & Computer Equipment	Plant & Machinery	Urban Improvements	New Street Signs	Construction	Special Programmes	Council Premises	Total
% of depreciation	0%	8%	20% - 25%	20%	10%	0%	10%	10%	1%	
Cost	€	€	€	€	€	€	€	€	€	€
As at 1st January 2024	498,072	40,003	44,781	34,895	846,907	13,942	2,394,949	136,328	138,150	4,148,027
Additions		561			2,111					2,672
Disposals										-
As at end of March 2024	498,072	40,564	44,781	34,895	849,018	13,942	2,394,949	136,328	138,150	4,150,699
Grants/ other reimbursements										
As at 1st January 2024	491,260	2,446	828	-	266,035	-	593,204	68,341	-	1,422,114
Additions										-
As at end of March 2024	491,260	2,446	828	-	266,035	-	593,204	68,341	-	1,422,114
Accumulated Depreciation										
As at 1st January 2024	-	33,470	38,017	33,370	545,670	13,942	1,619,224	67,987	17,070	2,368,750
Charge for the period	-	102	684	114	1,239		7,768		324	10,230
Released on disposal										-
As at end of March 2024	-	33,572	38,701	33,484	546,909	13,942	1,626,992	67,987	17,394	2,378,980
NBV As at end of March 2024	6,812	4,546	5,252	1,412	36,074	-	174,753	-	120,757	349,605